

(a) whether the growth rate of the country is likely to decline due to repayment of loans and shortage of foreign exchange;

(b) if so, the details thereof; and

(c) the estimated trade deficit for 1991-92 and the extent of internal and external borrowing including interest outstanding at present?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI RAMESHWAR THAKUR): (a) and (b). The impact of repayment of loans on the growth rate of the country is expected to be marginal because borrowing is being kept under short limit. The foreign exchange shortage could have an adverse effect upon growth if it is not alleviated by measures to strengthen export performance. However government propose to tackle the foreign exchange shortage by a vigorous export drive so the our growth targets are not jeopardized.

(c) The trade deficit during 1991-92 would depend on our export performance and the level of imports we can maintain keeping in view our foreign exchange reserve position. However, it is expected that current year's trade deficit would be lower compared to the last year's trade deficit at Rs. 15,142 crores. The extent of internal and external borrowing including interest payments as estimated for 1991-92 is as follows:

	(Rs. crores)	
	<i>Net borrowing</i>	<i>Interest payments</i>
Internal	38,545	24,770
External	4,224	2,702

Includes external assistance on both Government and non-Government accounts.

## Foreign Banks

[English]

3618. SHRI SYED SHAHABUDDIN: Will the Minister of FINANCE be pleased to state:

(a) the names of foreign banks and the number of their branches in India as on April 1, 1991;

(b) whether the Inter-annual rise in deposits, credit and profit bank-wise, of the foreign banks is higher than the national banks;

(c) if so, the actual inter-annual rise in deposits, credit and profit by the foreign banks, bank-wise, during each of the last three years;

(d) whether be foreign banks are engaging themselves in the sale and purchase of stocks in the stock market;

(e) whether the Government propose to regulate the stock exchange activity of these banks;

(f) if so, the details thereof; and

(g) if not, the reasons therefor?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI DALBIR SINGH): (a) The names of the foreign banks and the number of their branches in India are given in the attached Statement-I

(b) Yes, Sir.

(c) The details of deposits, advances and net profits of the foreign banks for the financial years ended March, 1989, 1990 and 1991 are given in the attached Statement-II.

(d) to (g). Reserve Bank of India have reported that they have no information as to whether foreign banks are engaging themselves in the sale and purchase of stocks in the stock exchanges on their own account. However, these banks have been

providing portfolio management services to their clients and on behalf of their portfolio clients, these banks have been engaging in sale and purchase of stocks in the stock exchanges.

### STATEMENT-I

#### *List of Foreign Banks Operating in India*

<i>Name of the Bank</i>	<i>No. of Branches</i>
1. American Express Bank Ltd.	3
2. Algemene Bank Nederland N.V.	3
3. Abu Dhabi Commercial Bank Ltd.	1
4. Anz Grindlays Bank	56
5. Bank of America NT and SA	4
6. British Bank of the Middle East	1
7. Bank of Tokyo Ltd.	3
8. Banque National De Paris	5
9. Bank of Oman Ltd.	1
10. Banque Indo Suez	1
11. Bank of Credit and Commercial International (Overseas) Ltd.	1
12. Bank of Nova Scotia	1
13. Bank of Bahrain and Kuwait B.S.C.	1
14. Citi Bank N.A.	6
15. Credit LYONNAIS	1
16. Deutsche Bank	2
17. Hongkong and Shanghai Banking Corporation Ltd.	20
18. The Mitsui Tokyo Kasei Bank Ltd.	1

<b>Name of the Bank</b>		<b>No. of Branches</b>
19.	Oman International Bank S.A.O.	1
20.	Societe General	1
21.	* Standard Chartered Bank	24
22.	Sonali Bank	1
23.	Banwa Bank Ltd.	1
24.	Barclays Bank PLC	1
<b>Total</b>		<b>140</b>

\* Operations suspended w.e.f. 6.7.1991

## STATEMENT-II

Sr. No.	Name of the Bank	(Rs. in Crores)				
		Financial Yr. Ended	Deposits	Advances	Net Profit	
1	2	3	4	5	6	
1.	American Express Bank Ltd.	1989	523.95	334.95	11.30	
		1990	876.10	504.80	18.07	
		1991	784.56	609.36	22.42	
2.	ABN-AMRO Bank N.V. Nederland	1989	88.33	62.29	2.58	
		1990	92.88	70.62	2.61	
		1991	176.44	81.40	5.50	
3.	Abu-Dhabi Commercial Bank Ltd.	1989	29.33	19.25	0.32	
		1990	39.84	24.53	0.31	
		1991	54.84	22.65	0.32	
4.	ANZ Grindlays Bank Ltd. P.L.C.	1989	1414.17	720.04	24.76	
		1990	1849.88	794.42	35.34	
		1991	2598.73	1115.61	34.10	
5.	Bank of America NT and SA	1989	475.88	542.38	12.15	
		1990	688.09	867.47	28.42	
		1991	706.14	1049.22	22.08	
6.	British Bank of The Middle East	1989	173.74	77.08	2.75	
		1990	227.99	110.77	4.43	
		1991	369.30	176.15	5.43	

Sr. No.	Name of the Bank	Financial Yr. Ended	Deposits			Advances			Net Profit
			1	2	3	4	5	6	
7.	Bank of Tokyo Ltd.	1989 1990 1991	173.67 264.50 362.51			148.45 169.80 231.32		0.35 (-) 5.98 6.05	
8.	Banque Nationale De Paris	1989 1990 1991	143.99 161.49 159.35			121.39 184.61 94.68		1.22 5.40 1.93	
9.	Bank of Oman Ltd.	1989 1990 1991	72.29 98.91 127.77			41.60 64.83 66.81		0.71 1.49 0.59	
10.	Banque Indosuez	1989 1990 1991	85.08 117.48 122.23			67.95 69.70 52.22		2.49 2.86 2.76	
11.	Bank of Credit and Commerce International (Overseas) Ltd.	1989 1990 1991	310.28 365.17 380.93			217.39 230.62 184.87		3.37 3.05 5.24	
12.	Bank of Nova Scotia	1989 1990 1991	18.25 42.57 44.62			28.66 43.68 44.67		0.50 1.34 1.72	
13.	Bank of Bahrain and Kuwait B.S.C.	1989 1990 1991	7.23 65.09 113.00			2.55 46.21 54.37		0.10 0.34 1.50	

Sr. No.	Name of the Bank	Financial Yr. Ended	Deposits				Advances	Net Profit
			1	2	3	4	5	6
14.	Citibank N.A.	1989 1990 1991	1295.40 1784.43 2641.61				793.06 997.20 1644.62	24.21 32.53 58.61
15.	Credit Lyonnais	1990 1991	95.20 251.66				20.38 93.24	(-) 0.39 4.46
16.	Deutsche Bank	1989 1990 1991	97.37 284.07 336.85				77.03 194.34 203.25	1.08 3.35 6.68
17.	Hongkong and Shanghai Banking Corporation Ltd.	1989 1990 1991	782.04 865.54 1055.44				560.46 557.63 608.66	17.82 15.75 14.66
18.	The Mitsui Taiyo Kobe Bank Ltd.	1989 1990 1991	15.97 79.18 109.07				23.97 48.01 59.99	0.88 1.26 2.05
19.	Oman International Bank S.A.O.	1989 1990 1991	44.86 102.75 121.79				46.18 73.79 99.58	2.07 3.33 2.84
20.	Societe Generale	1989 1990 1991	64.59 103.27 152.26				57.57 61.33 75.23	0.82 1.10 1.87

Sr. No.	Name of the Bank	Financial Yr. Ended	Deposits	Advances	Net Profit
1	2	3	4	5	6
21.	Standard Chartered Bank	1989 1990 1991	607.98 749.80 1043.09	408.73 519.35 813.47	6.91 28.85 31.18
22.	Sonali Bank	1989 1990 1991	7.72 12.62 9.52	2.49 2.57 3.36	0.43 - 0.31
23.	Barclays Bank P.L.C.	1991	7.82	5.30	(-) 0.81
24.	Sanwa Bank Ltd.	1991	N.A.	N.A.	N.A.